

We did talk about power, the generation of power; the possibility as to whether or not in Baja, for example, more power could be added to the western grid. It's an obvious opportunity, if possible. Now, there are some bottlenecks, and one of the things we need to do is address those bottlenecks, one of which is the ability to transmit power from south to north.

Now, there is pipeline availability. And we're going to need to—so when we talk about an energy policy at home, it is also in the context of Mexico and Canada. This is an issue where we need to continue the dialog. It's an issue that is going to affect the people of Mexico and the people of the United States if we don't recognize that we need more supply.

We can conserve better. There's no question about it. But demand is far outstripping supply, which is creating a real problem for the working people of our respective countries. And so this subject, rightly so, took quite a bit of time in our meeting and is going to take more time down the road.

We have a great opportunity to come together and have a strategy that honors Mexico and honors its sovereignty and, at the same time, recognizes that people are what matters most. And we've got to make sure our people have got the energy necessary to be able to find jobs and find work.

President Fox. We are finished.

Thank you very much for coming to the press conference. Good luck, and thank you.

President Bush. They just want to get in the picture.

NOTE: The President's first news conference began at 2:37 p.m. at Rancho San Cristobal. President Fox and the Mexican journalists spoke in Spanish, and their remarks were translated by an interpreter. In his remarks, President Bush referred to President Saddam Hussein of Iraq and Prime Minister Jean Chretien of Canada. This item was not received in time for publication in the appropriate issue.

**Joint Statement by President George Bush and President Vicente Fox
Towards a Partnership for
Prosperity: the Guanajuato Proposal
February 16, 2001**

We met today at Rancho San Cristobal, in Guanajuato, in a dialogue of friends and neighbors to agree on important goals and principles that will govern relations between our two countries.

We are united, as never before, by values and interests that cover the entire span of our rich and broad relationship. That relationship is grounded in our respect for democracy and human rights, not just for ourselves but for all people in every nation. We share a fundamental commitment to free trade as an engine of economic growth and development that leaves nobody behind. And, we are committed to ensuring the rule of law, the framework on which our people's freedom and prosperity depends. This common outlook is the basis for a full, mature, and equitable partnership for prosperity.

Among our highest priorities is unfettering the economic potential of every citizen, so each may contribute fully to narrowing the economic gaps between and within our societies. We acknowledge the dynamism achieved through NAFTA, which has ushered in dramatic increases in trade that have transformed our economic relationship. After consultation with our Canadian partners, we will strive to consolidate a North American economic community whose benefits reach the lesser-developed areas of the region and extend to the most vulnerable social groups in our countries. To this end, we support policies that result in sound fiscal accounts, low inflation, and strong financial systems.

Migration is one of the major ties that bind our societies. It is important that our policies reflect our values and needs, and that we achieve progress in dealing with this phenomenon. We believe that Mexico should make the most of the skills and productivity of their workers at home, and we agree there

should be an orderly framework for migration which ensures humane treatment, legal security, and dignified labor conditions. For this purpose, we are instructing our Governments to engage, at the earliest opportunity, in formal high-level negotiations aimed at achieving short and long-term agreements that will allow us to constructively address migration and labor issues between our two countries. This effort will be chaired by the Secretary of State and the Attorney General of the U.S. and the Secretary of Foreign Relations and the Secretary of the Interior of Mexico.

We attach the utmost importance to issues affecting the quality of life along our common border. We shall work for the economic and social development of our border communities, fight violence and strive to create a safe and orderly environment. We will form a new high-level working group under the auspices of the Binational Commission to identify specific steps each country can take to improve the efficiency of border operations. We will begin immediate discussions to implement the NAFTA panel decision on trucking.

Drug trafficking, drug abuse, and organized crime are major threats to the well-being of our societies. To combat this threat, we must strengthen our respective law enforcement strategies and institutions, as well as develop closer and more trusting bilateral and multilateral cooperation. We want to reduce the demand for drugs and eliminate narcotrafficking organizations. To this end, we will undertake immediate steps to review law enforcement policies and coordination efforts in accordance with each country's national jurisdiction. We will consult with our NAFTA partner Canada regarding development of a North American approach to the important issue of energy resources. Building on the strength of our respective cultures, we will seek to expand our partnership broadly in ways that help secure a better future for our people. Education is a key to that future; we will increase exchanges and internships that help develop human capital and promote respect for each other's rich cultural heritage. We will seek new cooperation in science, technology, and the environment, on which much of our economic

progress and our people's well-being will depend. Beyond the bilateral agenda, our two Governments are also ready to discuss regional and hemispheric issues important to both our nations. The Summit of the Americas, to be held in April in Quebec City, will provide a valuable forum in which the hemisphere's democracies can address and advance shared goals of strengthening democratic institutions and stimulating economic prosperity through free trade and education. We reaffirm our support for the creation of a Free Trade Area of the Americas as soon as possible.

We believe our two nations can now build an authentic partnership for prosperity, based on shared democratic values and open dialogue that bring great benefits to our people. We want to move beyond the limitations of the past and boldly seize the unprecedented opportunity before us. In order to achieve these goals and follow up on the commitments we made today, we have agreed to meet frequently, as necessary, over the course of our respective terms of office. We will do so as friends, in a spirit of mutual trust and respect.

NOTE: An original was not available for verification of the content of this joint statement. This item was not received in time for publication in the appropriate issue.

The President's Radio Address

February 17, 2001

Good morning. As you listen to me today, I'm in Texas after a visit to Mexico, where I had a very good meeting with President Vicente Fox. Members of Congress this holiday weekend are in their States and districts. Soon, we'll all head back to Washington with a lot of work ahead of us.

The work begins with a responsible budget. In Washington, people deal with trillions of dollars and sometimes can forget that every bit of it is someone's earnings. My job is to make sure no one forgets. We must be good stewards of your tax dollars.

My budget will fund our priorities from education to defense to protecting Social Security and Medicare. It will pay down our national debt. And when we have done all